

25 June 1959

MEMORANDUM FOR THE RECORD

SUBJECT: H.R. 7758, Overseas Differentials and Allowances Act


1. The undersigned met with Mr. Charles Johnson, House Post Office and Civil Service Committee staff; Mr. Dave Carper, Assistant House Legislative Counsel; Mr. Ward Hussey, Assistant House Legislative Counsel; Mr. James Dring, House Ways and Means Committee staff; and Mr. Dayton Hull, Department of State, in Room 523, Old House Office Building. The meeting was to brief Mr. Dring concerning the proposed section 523 of H.R. 7758, the Overseas Differentials and Allowances bill.

2. This Office had been advised by Mr. Johnson that the Ways and Means Committee was taking exception to any changes, and in particular to subparagraph (3) of the proposed amendment of Section 912 of the Internal Revenue Code. Mr. Johnson made a strong presentation in favor of proposed section as drafted. The State Department representative advised that the Section as drafted made no substantive change in the application of the Internal Revenue Code to State Department activities. A similar presentation that no substantive change would be affected was made by the undersigned concerning administration under the CIA Act.

ILLEGIB

3. Mr. Dring was very receptive and promised Mr. Johnson that he would do his best to provide the House Post Office and Civil Service Committee with a definitive position from the Ways and Means Committee prior to 2 July. It was noted by Mr. Johnson that the Internal Revenue Service, Department of Treasury, was expected to come forward with a report as they had on previous similar occasions which would recommend that existent tax exemptions not be continued, but rather, that they should be deleted from the Code.

STAT


Assistant General Counsel

T.C. Subject
T.C. Chrono
Wigner
CCC:JGO:bb